TOP SECRET

S JUN 1968

MEMORANIAM FOR: Executive Director-Comptroller

SUBJECT : FY 1969 RDAE Program Reduction Considerations

1. Over the past five years, the RDAE budget category has evolved to a level on the order of 8 to 9 percent of the total CIA budget. This orderly growth has been a direct result of the fundamental policy considerations that led to the establishment of the Directorate of Science and Technology with its Office of Research and Development devoted to the pursuit of applied research and development oriented toward intelligence applications. The wisdom of this policy, I believe, has been demonstrated many times over in that (1) by selective application of RAD efforts in technical areas not actively pursued of other government agencies or (2) by supplementary efforts to adapt technological developments to intelligence purposes; our posture today in taking maximum advantage of advanced technology has been immeasurably improved. It should be noted that most government organizations have recognized the long range benefits to be realized from a forwardlooking R&D program with even such departments as HEW. Commerce, and Interior consistently allocating on the order of 9 to 12 percent of their total budgets to RAD.

25X1A

2. I have examined the proposition of reducing the FT 1969 RD&E budget by an amount on the order of the The attached charts and descriptive paragraphs provide details on the results of this examination. It is clear that in order to achieve a reduction of this magnitude, major programs of high priority must be either severely cut back or cancelled. Thus the program, which represents the most unique and potentially valuable collection system since the advent of the U-2 12 years ago, must be sacrificed as a last resort to provide a reduction in excess of the U-2 12 years ago.

25X1A

25X1A

TS 196669/68 Copy 6 of 7

TOP SECTION

GROUP 1
Excluded from externation (second from externation deviated from externation from e

TOP SECRET.

Perhaps the most significant impact of a reduction in R&D of this magnitude lies in an almost certain loss of many professional personnel who have been arduously recruited over the past five years. Even if funding should be restored to the level of past years after FY 1969, if personnel who have the ability to conceive and prosecute first-rate R&D programs are not available, then the restablishment of a meaningful R&D effort would require several years.

3. I would welcome an opportunity to discuss these and other considerations relative to RD&E policy with you in the near future.

25X1A

Carl E. Duckett
Deputy Director
for
Science and Technology

Attachments

25X1A

O/DD/S&T/MINION:/kfh (6-6-68)

Copies 1 and 2 - Addressee

3 - Executive Registry

4 - DD/S&T Comptroller

5 - A/DD/S&T Chrono

6 and 7 - DD/S&T Registry

2 - D/PPB

TS 196669/68 Copy 6 of 7

TOP SEGRET

Approved For Release 2000/08/29 35/47 PP71B00529R000100030010-0

Comments by Subcategories or Elements on Reductions in FY 1969 RD&E Budget

Collection

Audio - Pursuant to strong recommendations several years ago, a significant effort has been generated in this area. While some of the current developments appear quite promising, in view of the intelligence yield vs expenditure to date, a cut of 50 percent across the board is made.

Imagery - Activity in this area is primarily providing incremental improvements of previously developed equipments. Cut will require stretch out and delayed procurement.

25X1A

because the concept has not yet been operationally demonstrated.

Automation of postponed.

25X1A

25X1A

Delivery System and Accessories - cancelled.

Intelligence Production/Information Processing

IPRD activity reduced but maintained viable due to potential pay-off and strong external (PFIAB) cognizance of this area.

25X1A

NPIC faces increased volume due to _____ - some reduction possible but needs are real.

Communications

Reduction of 15 percent will cause stretch out in certain areas and foregoing of incremental improvements.

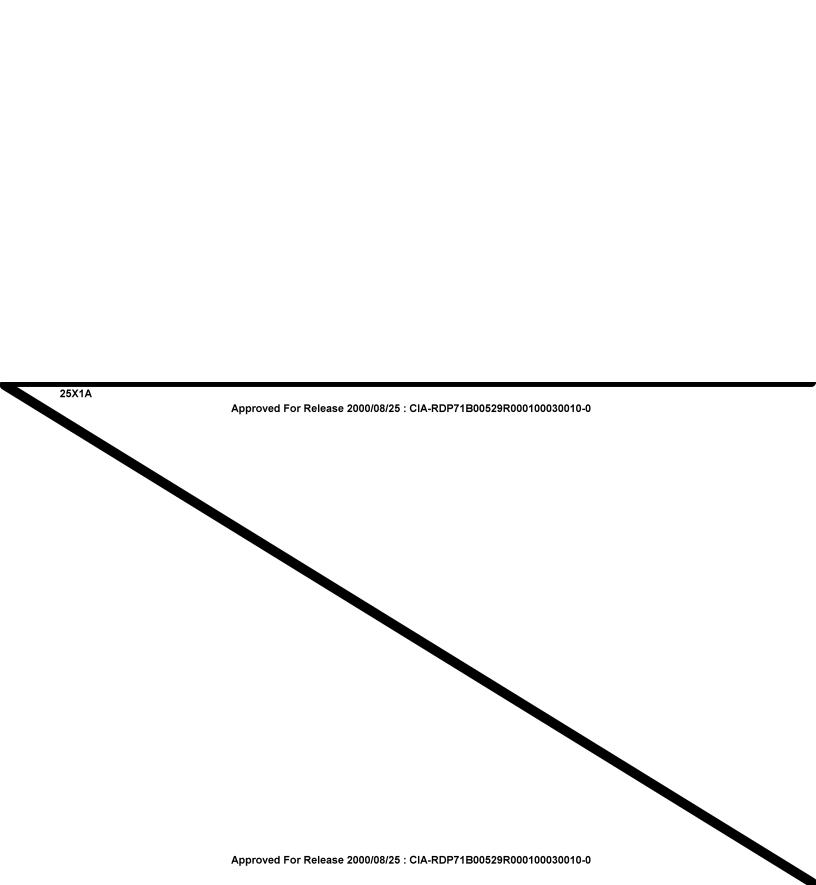
Other R&D

Keeps polygraph program, but cuts back severely on covert action and R&D.

25X1D

TOP SECRET

GROUP 1
Excluded from automatic
dewngrading and
declassification



TOP SECRET

INCLASSIF Approved Fo	r Rolles	FSE FOR		har heet		PTEROS	ී ම්සිතුල්ස්දිසි	atically downgr	aded	
o SECRET when filled in for	m is deta	iched fro	auei Cuei	folled d	B TOP	SECRET I	OCUMEN	T		
CONTRO	L AND	COVER	SUE	er FO.	101			REGISTRY		
DOCUMENT DESCRIPTION					_	,	CIA CONTRO			
URCE CO. T.			11	111-	2.1			96669/68		
DD/S&T			MU	10/	4.7			MENT RECEIVED		
C. NO. TS 196669/68	3		_							
DC. DATE C JUN 1968							LOGGED BY			
opy No. 6 of 7							-			
IMBER OF PAGES 2										
IMBER OF ATTACHMENTS 2										
TTENTION: This form will be plowed to the classified Top Secret within the consmitted outside of CIA. Accessively relate to the matter. Top Sound indicate period of custody in adicate the date of handling in the	te CIA and s to Top S secret Cont the left-he	d will rem Secret matt rol Officers and columi	ain a ita er is lir who re is provi	nited to	Top Secre	t Control person	nel and those Top Secret ma ne Top Secret	individuals whose sterial will sign th document will si	offic is for	
FERRED TO RE	CEIVED	VED RELEASED					SEEN BY			
OFFICE CLONATUR		DA7E	TIME	DATE	TIME	SIGNA	TURE	OFFICE/DIV.	DA.	
		6/6/6	8			25X1A				
D/S&T registry										
									 	
									-	
		_								
			-		-				 	
									<u> </u>	
									ŀ	
			-							

									-	
								· · · ·	-	
NOTICE OF DETACHMENT: Whand transmitted to Central Top	en this for	rm is detai	ched fro	m Top S	ecret mate	erial it shall be	completed in t	he appropriate spa	ces b	
DOWNGRADED	DESTROYED					DISPATCHED (OUTSIDE CIA)				
DOWNGRADED	BY (S	ignatur			Т	то				
•		WITNESSED BY (Signature)					By (Signature)			
SY (Signature)		WITNE	SSED BY	(argua	,	-	, -	•		
		i				l.				